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Nanette S. Edwards Chief Counsel and Director of Legal Services

September 30, 2011

PNICA Hand Delivers

Jocelyn Boyd, Esquire Chief Clerk/Administrator Public Service Commission of South Carolina 101 Executive Center Dr., Suite 100 Columbia, SC 29210

Re: Application of Utilities Services of South Carolina, Incorporated ("USSC") for Adjustment of Rates and Charges and Modifications to Certain Terms and Conditions for the Provision of Water and Sewer Service

DOCKET NO. 2007-286-WS

Dear Ms. Boyd,

The South Carolina Office of Regulatory Staff ("ORS") has reviewed USSC's filing dated September 16, 2011, and determined that the amounts referenced in Remand Exhibits SML A-1 through A-4 are consistent with ORS's audit findings put forth in testimony to the Commission. Additionally, ORS does not contest the information contained in Remand Exhibits SML B or C.

In light of the above, ORS does not plan to file testimony or cross-examine the Company witness Steve Lubertozzi. However, given customer interest in this matter, ORS recommends that the customers be permitted to voice their concerns.

Sincerely,

Nanette S. Edwards

Mande J. Edwards

John M.S. Hoefer, Esquire cc: Benjamin P. Mustian, Esquire

